	29 June 1957 Copy No. 4 2 4
CURRENT INTELLIGENCE BULLETIN	DOCUMENT NO. 5 NO CHANGE IN CLASS. DECLASSIFIED CLASS. CHANGED TO: TS S NEXT REVIEW DATE: AUTH: HR 70-2 DATE: 260679 REVIEWER:
OFFICE OF C	URRENT INTELLIGENCE
	NTELLIGENCE AGENCY

Approved For Release 2003/03/10 : CIA-RDP79T00975A003100560001-5

	25X1A		CON	TENTS	25X1	A
25X6	√61. TH	 E TAIWAN S'	TRAIT			
	25	5X1A			TION ON CYP	
	25	5X1A		057/44	NCE PETSARA	АТН
	οk 5. sin	CUATION IN	INDONESIA	25X1A		
	0 / 6. EA	<u>ST GERMAN</u> 25X1A	IS VIEW TA	LKS WITH	POLES AS FA	AILURE
	29 Jun	e 57	Current I	ntelligence 25X1A	Bulletin	Page 2

Approved For Release 2003/03/10 : CIA-RDP79T00975A003100560001-5

1	THE	ТΔ	TW	AN	STR	AIT
	1 1 1 1 1 2	10	LLTY.	α	D + I = 0	4 JA A

25X1A	Tatan and Erhtan, two small islands in the Quemoy group, were shelled by Com- munist batteries on 28 June for the third
	straight day, according to press accounts
	 -

from Taipei. The islands are used by the Nationalists as observation points and as bases for mortar fire against vessels entering Amoy harbor. Nationalist spokesmen, in briefing the press, have described the situation as "very tense," although there has been no report from any other sources indicating that an attempt to seize the islands is imminent. The Chinese Communists may have stepped up artillery fire against Tatan and Erhtan in order to silence Nationalist mortars there, which have been harassing ships entering Amoy harbor.

The	total	force	on	both	Tatan	and	Erhtan	is
only about 1,100 men.								

25X1A

29 June 57

Current Intelligence Bulletin

Page 3

25X1A	



25X1A

Approved For Release 2003/03/10 : CIA-RDP79T00975A003100560001-5

3. TURKEY HO	STILE	TO SPAAK MEDIATION ON 25X	(1A
CYPRUS ISSI		_	
		Official Turkish displeasure with	
		NATO secretary general Spaak's first moves toward mediating the	
		Cyprus dispute suggests increasing	
		bitterness between Turkey and Greece	
		over Cyprus and the inevitability of a	
		showdown in this year's UN General	
		Assembly.	
		The Turkish government believes	
		that Spaak is off to a ''bad start''	
		and that his present views are "badly	
conceived an	d in et	rect present only a Greek solution to the	
problem." A	\nkara	continues to insist on partition as the	
only accepta	pre sor	ution, and a Foreign Ministry official posal of independence for Cyprus will be	
flatly reject	ny pro	rime Minister Menderes has put off seeing	
Spaak in the	near f	uture and reportedly has suggested a meet-	
ing sometim	e in Au	igust. The likelihood that national elec-	
tions will be	held i	n Turkey this fall may account in part for	
	vident	intention of delaying any further Spaak	
initiative.			
		London has encouraged Spaak to attempt	
to mediate v	vithout	making any commitment to him in advance.	
However, th	ie Brit	ish recently asked him to postpone his	
planned depa	arture	for Athens and Ankara for a few days as	
they expect	to info	rm him of some "new positions" early in	
July. Ather	is is ai	nxious for Spaak's visit and probably amen- on a Cyprus solution, despite its doubts that	
he will he a	hle to a	accomplish anything.	7 25
ne will be a	010 10 1		
29 June 57	C	arrent Intelligence Bulletin Page 6	
		-	
		25V1A	
		25X1A	
		I	

Approved Fdr Release 2003/03/10 : CIA-RDP79T009754003100560001-5

	4. FRENCH IN	RATH					
25X1A	French representatives in Laos are promoting Prince Petsarath, viceroy of Laos and brother of Pathet Lao chief Souphannouvong, for the prime ministership. They apparently regard him as the leader most likely to foster continued French influence and prestige in Laos, according to the American ambassador in Vientiane. The ambassador Gassouin described Petsarath as a true patriot who alone could unite Laos and reverse the present unfavorable drift of events. Gassouin said Petsarath had indicated that he would accept power only if drafted and on condition that he have the support of the Western powers.						
	Laotian asseare urging to policy toware	The French are apparently to pave the way for Western suphe belief that he may ultimately be called the present political that the Western powers adopt a more rd Laos, particularly with regard to the Lao into a coalition government.	pport of Pet- lled on by the crisis. They ''flexible''				
	tlement of t	Petsarath's public statement aos in March have minimized the dang he Pathet Lao problem. He recently to e Pathet-held provinces convinced than	ers in a set- returned from				
		nmunists or Communist-controlled.					
			25X1A				
	29 June 57	Current Intelligence Bulletin	Page 7				
		25X1A					
	Г						

Approved For Release 2003/03/10 : CIA-RDP79T00975A003100560001-5

5. SITUATION IN INDONESIA

25X1A

Non-Communist political leaders in Indonesia are greatly disturbed over the Communist Party's 40-percent gain in votes in the Djakarta municipal elections on 22 June, and reportedly are exploring the possibility of establishing a united front against the Communists. The National Party, which won a plurality in the 1955 national elections, appears particularly anxious over its prospects in the forthcoming provincial elections in Central Java, where it has had its major strength. Although the elections in Central Java re-

portedly have been postponed until October, the non-Communist parties must still compete against a superior Communist machine which is already operating in high gear. The Communists, moreover, are spending money freely and are capitalizing on the popularity accorded them by President Sukarno's continued public encouragement.

Meanwhile, in East Indonesia, Lt. Col. Sumual is working toward the political reorganization of the area into six autonomous provinces. Although this development may be simply a face-saving move, it would appear to be a new act of defiance by the East Indonesians.

Anti-Djakarta feeling is still running strong in Sumatra, where former vice president Hatta has reiterated his strong support for autonomous moves in non-Javanese areas as well as his belief that these moves are not motivated by separatist desires. At the same rally, Lt. Col. Hussein stated that while there was no desire to "fritter away" Indonesian unity, the people of Central and South Sumatra have returned to "the ideals of the revolution after having been led astray by certain leaders in the central government."

25X1

29 June 57

Current Intelligence Bulletin

Page 8

25X1A

Approved For Release 2003/03/10 : CIA-RDP79T00975A003100560001-5

6.	EAST	GERMANS	VIEW	TALKS	WITH	POLES	AS	FAILURE
----	------	----------------	-------------	-------	------	-------	----	---------

Γ		
25X1A	The East German Communists consider their 18-20 June talks with Polish leaders a failure and believe their efforts to bring the Poles back into the orthodox camp have been unsuccessful,	25X
25X1		
	The Polish visit to Berlin reportedly resulted from heavy pressure from the Soviet Union. Gomulka was reluctant to make this trip and agreed only after a heated argument with Khrushchev.	25X1
	In order to enhance the appearance of bloc solidarity, an East German delegation headed by party first secretary Ulbricht and Premier Grotewohl will go to Warsaw	
	on 22 July for the Polish national holiday.	25X1
		25X 1
	,	

29 June 57

25X1

Current Intelligence Bulletin

Page 9

25X1A